

August 31, 2007

Hand Delivered to State Budget Office

The Honorable Mark Sanford
Governor, State of South Carolina
The State House
Columbia, South Carolina 29201

RE: FY2008-09 Budget Request – SC Department of Labor, Licensing & Regulation

Dear Governor Sanford:

The South Carolina Department of Labor, Licensing and Regulation (LLR) is not requesting any additional state operating or capital funds, FTEs or proviso changes. Attached you will find LLR's Addendum for Cost Savings Assessment and Priority Assessment of Activities.

If you have any questions or would like further information, please call me. Thank you very much.

Sincerely,

Adrienne R. Youmans

Cc: Barbara Derrick

FY 2008-09 COST SAVINGS & ACTIVITY PRIORITY ADDENDUM

I. PRIORITY ASSESSMENT OF ACTIVITIES – HIGHEST PRIORITIES

A. Agency Section/Code/Name: Section 65/R36/SC Department of Labor, Licensing and Regulation

B.

Priority Assessment of Activities – Highest Priorities	General	Federal	Supplemental	Capital Reserve	Other	Total	FTEs
Activity Number & Name: 1354 Occupational Safety and Health Program (OSHA)	1,840,493	2,473,830	0	0	0	4,314,323	63.15
Activity Number & Name: 1360 Board of Nursing	0	0	0	0	1,600,000	1,600,000	25.00
Activity Number & Name: 1359 Board of Medical Examiners	0	0	0	0	1,262,862	1,262,862	19.00
Activity Number & Name: 1398 Fire Training	0	0	0	0	5,683,666	5,683,666	46.00
Activity Number & Name: 1395 Office of the State Fire Marshal	0	0	0	0	1,700,000	1,700,000	21.50
TOTAL OF HIGHEST PRIORITIES	1,840,493	2,473,830	\$ 0	\$ 0	9,946,528	14,560,851	174.65

FY 2008-09 ACTIVITY PRIORITY ADDENDUM

II. PRIORITY ASSESSMENT OF ACTIVITIES – LOWEST PRIORITIES

- A. Agency Section/Code/Name: Section 65/R36/Department of Labor, Licensing and Regulation
- B. Agency Activity Number and Name: 1354 – Occupational Safety and Health Program – OSH Review Board
- C. Explanation of Lowest Priority Status: The OSH Review Board is responsible for hearing and deciding contested cases, resulting from citations and penalties issued by the OSHA program. LLR wishes to present these cases (4) before Administrative Law Judges, which ensures cases are heard before qualified legal professionals as is done in other states.
- D. Estimate of Savings: \$20,000

Estimate of Savings:	General	Federal	Supplemental	Capital Reserve	Other	Total
Personnel:						
(a) Number of FTEs	0	0	0	0	0	0
(b) Personal Service	\$0	\$0	0	0	0	\$0
(c) Employer Contributions	\$0	\$0	0	0	0	\$0
Program/Case Services	0	0	0	0	0	\$ 0
Pass-Through Funds	0	0	0	0	0	\$ 0
Other Operating Expenses	\$10,000	\$10,000	0	0	0	\$20,000
Total	\$10,000	\$10,000	\$ 0	\$ 0	\$ 0	\$20,000

- E. Activity Impact (*Describe the impact on the activity affected including the impact on customers and clients.*):

No impact.

FY 2008-09 COST SAVINGS & ACTIVITY PRIORITY ADDENDUM

II. PRIORITY ASSESSMENT OF AGENCY ACTIVITIES

- A. Agency Section/Code/Name: Section 65/R36/Department of Labor, Licensing and Regulation
- B. Agency Activity Number and Name: 1377 - Board of Pyrotechnic Safety
- C. Explanation of Lowest Priority Status: Does not meet the criteria of for licensure. The Board of Pyrotechnic Safety does not protect and preserve the safety, health and well-being of the general public. The Board does not have disciplinary powers. Violations are handled by corrective action or prosecution in Magistrates or General Sessions Court.
- D. Estimate of Savings: \$62,109

Estimate of Savings:	General	Federal	Supplemental	Capital Reserve	Other	Total
Personnel:						
(a) Number of FTEs	1.0	0	0	0	0	1.0
(b) Personal Service	\$42,265		0	0	0	\$42,265
(c) Employer Contributions	\$12,344		0	0	0	\$12,344
Program/Case Services	0	0	0	0	0	\$ 0
Pass-Through Funds	0	0	0	0	0	\$ 0
Other Operating Expenses	\$7,500	0	0	0	0	\$7,500
Total	\$62,109	\$ 0	\$ 0	\$ 0	\$ 0	\$62,109

- E. Activity Impact (*Describe the impact on the activity affected including the impact on customers and clients.*):

No impact.

FY 2008-09 COST SAVINGS & ACTIVITY PRIORITY ADDENDUM

II. PRIORITY ASSESSMENT OF AGENCY ACTIVITIES

- A. Agency Section/Code/Name: Section 65/R36/Department of Labor, Licensing and Regulation
- B. Agency Activity Number and Name: 1780– Boiler Safety
- C. Explanation of Lowest Priority Status: Does not meet the criteria of for licensure. The Boiler Safety Program does not protect and preserve the safety, health and well-being of the general public. The law as currently written severely limits which boilers are inspected and registered. Most boilers are insured and insurance companies perform their own inspections.
- D. Estimate of Savings: \$135,000

Estimate of Savings:	General	Federal	Supplemental	Capital Reserve	Other	Total
Personnel:						
(a) Number of FTEs	0	0	0	0	1.0	1.0
(b) Personal Service	\$0		0	0	\$65,000	\$65,000
(c) Employer Contributions	\$0		0	0	\$18,200	\$18,200
Program/Case Services	0	0	0	0	0	\$ 0
Pass-Through Funds	0	0	0	0	0	\$ 0
Other Operating Expenses	\$0	0	0	0	\$51,810	\$51,810
Total	\$0	\$ 0	\$ 0	\$ 0	\$135,000	\$135,000

- E. Activity Impact (*Describe the impact on the activity affected including the impact on customers and clients.*):

No impact.

FY 2008-09 COST SAVINGS & ACTIVITY PRIORITY ADDENDUM

II. PRIORITY ASSESSMENT OF AGENCY ACTIVITIES

- A. Agency Section/Code/Name: Section 65/R36/Department of Labor, Licensing and Regulation
- B. Agency Activity Number and Name: 1394 – Pilotage Commission
- C. Explanation of Lowest Priority Status: Does not meet the criteria of for licensure. The Pilotage Commission does not protect and preserve the safety, health and well-being of the general public. No licenses are handled through LLR. The Commission investigates complaints and takes action.
- D. Estimate of Savings: \$7,500

Estimate of Savings:	General	Federal	Supplemental	Capital Reserve	Other	Total
Personnel:						
(a) Number of FTEs	0	0	0	0	0	0
(b) Personal Service	\$0		0	0	0	\$0
(c) Employer Contributions	\$0		0	0	0	\$0
Program/Case Services	0	0	0	0	0	\$ 0
Pass-Through Funds	0	0	0	0	0	\$ 0
Other Operating Expenses	\$0	0	0	0	\$7,500	\$7,500
Total	\$0	\$ 0	\$ 0	\$ 0	\$7,500	\$7,500

- E. Activity Impact (*Describe the impact on the activity affected including the impact on customers and clients.*):

No impact.

FY 2008-09 COST SAVINGS & ACTIVITY PRIORITY ADDENDUM

II. PRIORITY ASSESSMENT OF AGENCY ACTIVITIES

- A. Agency Section/Code/Name: Section 65/R36/Department of Labor, Licensing and Regulation
- A. Agency Activity Number and Name: 1387 – Board of Registration for Foresters
- C. Explanation of Lowest Priority Status: Does not meet the criteria of for licensure. The Board of Registration for Foresters does not protect and preserve the safety, health and well-being of the general public.
- D. Estimate of Savings: \$50,000

Estimate of Savings:	General	Federal	Supplemental	Capital Reserve	Other	Total
Personnel:						
(a) Number of FTEs	0	0	0	0	.65	.65
(b) Personal Service	\$0		0	0	\$26,000	\$26,000
(c) Employer Contributions	\$0		0	0	\$8,025	\$8,025
Program/Case Services	0	0	0	0	0	\$ 0
Pass-Through Funds	0	0	0	0	0	\$ 0
Other Operating Expenses	\$0	0	0	0	\$15,975	\$15,975
Total	\$0	\$ 0	\$ 0	\$ 0	\$50,000	\$50,000

- A. Activity Impact (*Describe the impact on the activity affected including the impact on customers and clients.*):

No impact.

F.

Summary of Priority Assessment of Activities – Lowest Priorities	General	Federal	Supplemental	Capital Reserve	Other	Total	FTEs
Activity Number & Name: 1654- OSHA Review Board	10,000	10,000	0	0	0	20,000	0
Activity Number & Name: 1377 – Board of Pyrotechnic Safety	62,109	0	0	0	0	62,109	1.00
Activity Number & Name: 1780- Boiler Safety	0	0	0	0	135,000	135,000	1.00
Activity Number & Name: 1394 – Pilotage Commission	0	0	0	0	7,500	7,500	0
Activity Number & Name: 1387 – Board of Registration for Foresters	0	0	0	0	50,000	50,000	.65
TOTAL OF LOWEST PRIORITIES	72,109	10,000	\$ 0	\$ 0	192,500	274,609	2.65